

**IN THE UNITED STATES BANKRUPTCY COURT
FOR THE NORTHERN DISTRICT OF TEXAS
DALLAS DIVISION**

| | | |
|--------------------------------------|---|--------------------------------|
| IN RE: | § | CASE NO. 10-30561-hdh11 |
| DLH MASTER LAND HOLDING, LLC, | § | CHAPTER 11 |
| ALLEN CAPITAL PARTNERS, LLC, | § | |
| | § | |
| Debtors. | § | |
| | § | |
| | § | |
| | § | |
| | § | |

**AMENDED OBJECTION TO MOTION FOR AN INTERIM ORDER (I)
AUTHORIZING USE OF CASH COLLATERAL (II) GRANTING ADEQUATE
PROTECTION TO SPECIFIED SECURED LENDERS, AND (III) SCHEDULING A
FINAL HEARING**

TO THE HONORABLE HARLAN D HALE
UNITED STATES BANKRUPTCY JUDGE:

NOW COMES Coffman Investment, L.P. (“Coffman”) and Diane Coffman Garvin (“Garvin”) (“Collectively referred to as “Coffman”) and files this Amended Objection (the “Objection”) to Motion For An Interim Order (I) Authorizing Use Of Cash Collateral, (II) Granting Adequate Protection To Specified Secured Lenders, and (III) Scheduling A Final Hearing (the “Cash Collateral Motion”) and in support would show the following:

STATEMENT OF CASE

1. On January 25, 2010, Consolidated Debtors Allen Capital Partners, LLC, Debtor DLH Master Land Holding, LLC (“DLH”) (collectively referred to as “Debtors”) filed for relief under Chapter 11 of the United States Bankruptcy Code.

2. On January 26, 2010 Debtors filed the Cash Collateral Motion (Docket No. 12). On February 9, 2010, a Second Interim Order Regarding Cash Collateral and Allowance of Post Petition Financing (“Order”) [Docket No. 78] was entered. In the Order, the Court denied the

use of cash collateral but allowed the Debtor to obtain DIP financing from Pointe Property
**AMENDED OBJECTION TO MOTION FOR AN INTERIM ORDER (I) AUTHORIZING USE OF CASH
COLLATERAL (II) GRANTING ADEQUATE PROTECTION TO SPECIFIED SECURED LENDERS, AND (III)
SCHEDULING A FINAL HEARING, Page 1**

Group, Inc and Allen Investments, Inc (“collectively the “DIP Lenders”) up to \$250,000.00 secured by a lien junior to the existing liens on the Debtors’ unimproved properties. A separate order was then entered on February 17, 2010 reflecting the Order authorizing such DIP financing (“DIP Order”) [Docket No. 97].

FACTS

3. Coffman sold undeveloped property, referred by Debtor as Tracts 161 -164 (the “Coffman Property”) to DLH Master Parcel #161-164, LLC (“DLH Master”) on or about September 11, 2006. In consideration DLH Master executed a promissory note in the original principal amount of \$2,562,945.00 secured by vendor’s lien contained in a Special Warranty Deed with Vendor’s Lien, dated September 11, 2006 and Deed of Trust date September 11, 2006. The Note and Deed of Trust were subsequently amended. With permission, DLH Master sold 19.718 acres of the Coffman Property to BNSF Railways for \$493,690.00.

4. Without permission from Coffman, DLH Master conveyed the remaining portion of the Coffman Property to DLH Master Land Holding, LLC.

OBJECTION

5. First of all, Coffman objects to the granting of any lien on the Coffman Property. Any encumbrance on its property has an adverse impact on Coffman’s ability to adequately protect its liens and the remedies it is entitled to under its Deed of Trust.

6. Second, during the hearings which took place regarding Debtors’ request for use of cash collateral and DIP Financing which took place on January 28, 2010 and February 5 and 8, 2010, representatives of the Debtor testified that a portion of the proceeds from the use of cash collateral and DIP financing would be used to fund non-debtor expenses. To the extent DIP Lenders were granted a lien, subordinate to the Coffman’s lien on Tracts 161-64 as it relates to

AMENDED OBJECTION TO MOTION FOR AN INTERIM ORDER (I) AUTHORIZING USE OF CASH COLLATERAL (II) GRANTING ADEQUATE PROTECTION TO SPECIFIED SECURED LENDERS, AND (III) SCHEDULING A FINAL HEARING, Page 2

advances made to or for the benefit of non-debtors, Coffman objects to the granting of such lien. In addition, if this Court is inclined to grant liens on the Coffman Property as protection for the use of cash collateral or for DIP Financing, then , at the very least, such lien should not secure the use of cash collateral or DIP Financing if used for the benefit of non-debtors.

7. Third, to the extent this court authorizes the use of cash collateral and/or additional DIP Financing, and the Court grants a lien on the Coffman Property as adequate protection, Coffman requests that the Court impose the equitable remedy of Marshalling in connection with the enforcement of such lien whereby the DIP Lender or any party granted such lien shall first be required to foreclose any and all liens and security interests they had prior to the filing of the bankruptcy or replacement liens before foreclosing any lien on the Coffman Property.

8. Fourth, to the extent the automatic stay is lifted giving any party the right to foreclose or exercise any rights or remedies as to the Coffman Property, the stay should be lifted as to Coffman as well so that it can adequately protect its interests in the Coffman Property.

WHEREFORE, Coffman Investment, L.P. and Diane Coffman Garvin pray that this Court grant the objections raised herein and for such other and further relief to which they would be justly entitled.

Respectfully submitted,

COWLES & THOMPSON, P.C.

By: /s/ William L. Siegel
WILLIAM L. SIEGEL
Texas Bar No. 18342480

901 Main Street, Suite 3900
Dallas, TX 75202
(214) 672-2000
(214) 672-2020 (Fax)

ATTORNEYS FOR COFFMAN
INVESTMENT, L.P. and DIANE COFFMAN
GARVIN

CERTIFICATE OF SERVICE

I hereby certify that on the 18th day of March 2010, a true and correct copy of the foregoing document was sent to those parties on the attached service list.

/s/ William L. Siegel

DLH MASTER HOLDING, LLC
SERVICE LIST

Hirtzan Joseph Acosta on behalf of Creditor TierOne Bank
jacosta@lrmlaw.com, avillanueva@lrmlaw.com

Daniel J. Artz on behalf of Consolidated debtor Allen Capital Partners, LLC
djartz@aol.com

H. Mark Baggett on behalf of Creditor City of Dallas
Mark.Baggett@Dallascityhall.com, marc.quarles@dallascityhall.com

Micheal Wayne Bishop on behalf of Creditor TierOne Bank
mbishop@lrmlaw.com

Harry R. Cash on behalf of Creditor Allen Investments, Inc.
hcash@gkhpc.com

David W. Elmquist on behalf of Creditor Madrigal Trust
delmquist@bcylawyers.com,
laker@bcylawyers.com;lpaquette@bcylawyers.com;reed.elmquist@gmail.com

Robert P. Franke on behalf of Creditor Regions Bank
robert.franke@strasburger.com

M. Suzanne Frossard on behalf of Creditor T. E. Frossard, Trustee
sfrossard@sbcglobal.net

Craig P. Henderson on behalf of Creditor SouthPort Properties, L.P.
chenderson@wolf-law.com

Jerry D. Johnson on behalf of Creditor TierOne Bank
jjohnson@snellwylie.com

Kent C. Krause on behalf of Creditor Kimley-Horn and Associates, Inc.
kkrause@cdklawfirm.com,
mdavis@cdklawfirm.com;kloomis@cdklawfirm.com;eric.smith@kimley-horn.com

Mark MacDonald on behalf of Consolidated debtor Allen Capital Partners, LLC
mark@macdonaldlaw.com, ecf@macdonaldlaw.com;memacdonald2@aol.com

J. Frasher Murphy on behalf of Creditor American Bank of Texas
fmurphy@winstead.com

Rachel Ruth Obaldo on behalf of Creditor Committee Official Committee of Unsecured
Creditors

**AMENDED OBJECTION TO MOTION FOR AN INTERIM ORDER (I) AUTHORIZING USE OF CASH
COLLATERAL (II) GRANTING ADEQUATE PROTECTION TO SPECIFIED SECURED LENDERS, AND (III)
SCHEDULING A FINAL HEARING, Page 5**

robaldo@warnerstevens.com

Maria Katharina Pum on behalf of Creditor Timothy Foley
mpum@hcesq.com

Jason T. Rodriguez on behalf of Creditor BB & T fka Colonial Bank
jrodriguez@higierallen.com

William Stewart Shurtleff on behalf of Creditor Mycon General Contractors, Inc.
sshurtleff@gndlaw.com

William L. Siegel on behalf of Creditor Coffman Investment, L.P.
bsiegel@cowlesthompson.com

Brian J. Smith on behalf of Creditor Pacific Western Bank
bsmith@pattonboggs.com

Kenneth Stohner on behalf of Creditor Compass Bank
kstohner@jw.com, thuff@jw.com; teasley@jw.com

Don Dwight Sunderland on behalf of Creditor 1086 Capital Partners I, Ltd.
glgrant@mhba.com, dsunderl@mhba.com

UST U.S. Trustee
ustregion06.da.ecf@usdoj.gov, albert.loftus@usdoj.gov

Timothy J. Vineyard on behalf of Creditor BB & T fka Colonial Bank
tvineyard@higierallen.com

Riley Carrol Walter on behalf of Creditor Chuck Nichols
rileywalter@w2lg.com

Michael D. Warner on behalf of Creditor Committee Official Committee of Unsecured Creditors
klabrada@warnerstevens.com

Elizabeth Weller on behalf of Creditor Dallas County
dallas.bankruptcy@publicans.com

David L. Woods on behalf of Creditor JRJ Paving, L.P.
dwoods@mcsllaw.com

Robert Yaquinto on behalf of Creditor 1086 Hutchins/Wilmer, LP
rob@syllp.com

10-30561-hdh11 Notice will not be electronically mailed to:

**AMENDED OBJECTION TO MOTION FOR AN INTERIM ORDER (I) AUTHORIZING USE OF CASH
COLLATERAL (II) GRANTING ADEQUATE PROTECTION TO SPECIFIED SECURED LENDERS, AND (III)
SCHEDULING A FINAL HEARING, Page 6**

Grand Bank of Texas
2341 S. Belt Line Road
Grand Prairie, TX 75051
Lain Faulkner & Co., PC
400 N. St. Paul Street, Suite 600
Dallas, TX 75201

Mark E. MacDonald on behalf of Debtor
DLH Master Land Holding, LLC
MacDonald Plus MacDonald, PC
1813 N. Hermitage Ave.
Chicago, IL 60622

Hamid R. Rafatjoo on behalf of
Creditor Committee Official Committee of Unsecured Creditors
Pachulski Stang Ziehl & Jones, LLP
10100 Santa Monica Boulevard
11th Floor
Los Angeles, CA 90067-4100

Brett Stecklein on behalf of Creditor 1086 Capital Partners I, Ltd.
Mullin Hoard & Brown, LLP
2911 Turtle Creek Boulevard
Suite 880
Dallas, TX 75219

TW Telecom Inc.
c/o Linda Boyle
10475 Park Meadows Dr. Ste. 400
Littleton, CO 80124

Jamie S. Wickliffe
J.S. Wickliffe & Company
121 North 8th Street
Midlothian, TX 76065

Kaipo K.B. Young on behalf of Creditor
Allison Brown Holding, Inc
Bartlett, Leader-Picone & Young, LLP
2201 Broadway, Ste 803
Oakland, CA 94612